

Identify which of the following terms belongs in each of the numbered blanks in the circular flow diagram, and fill in the blanks.

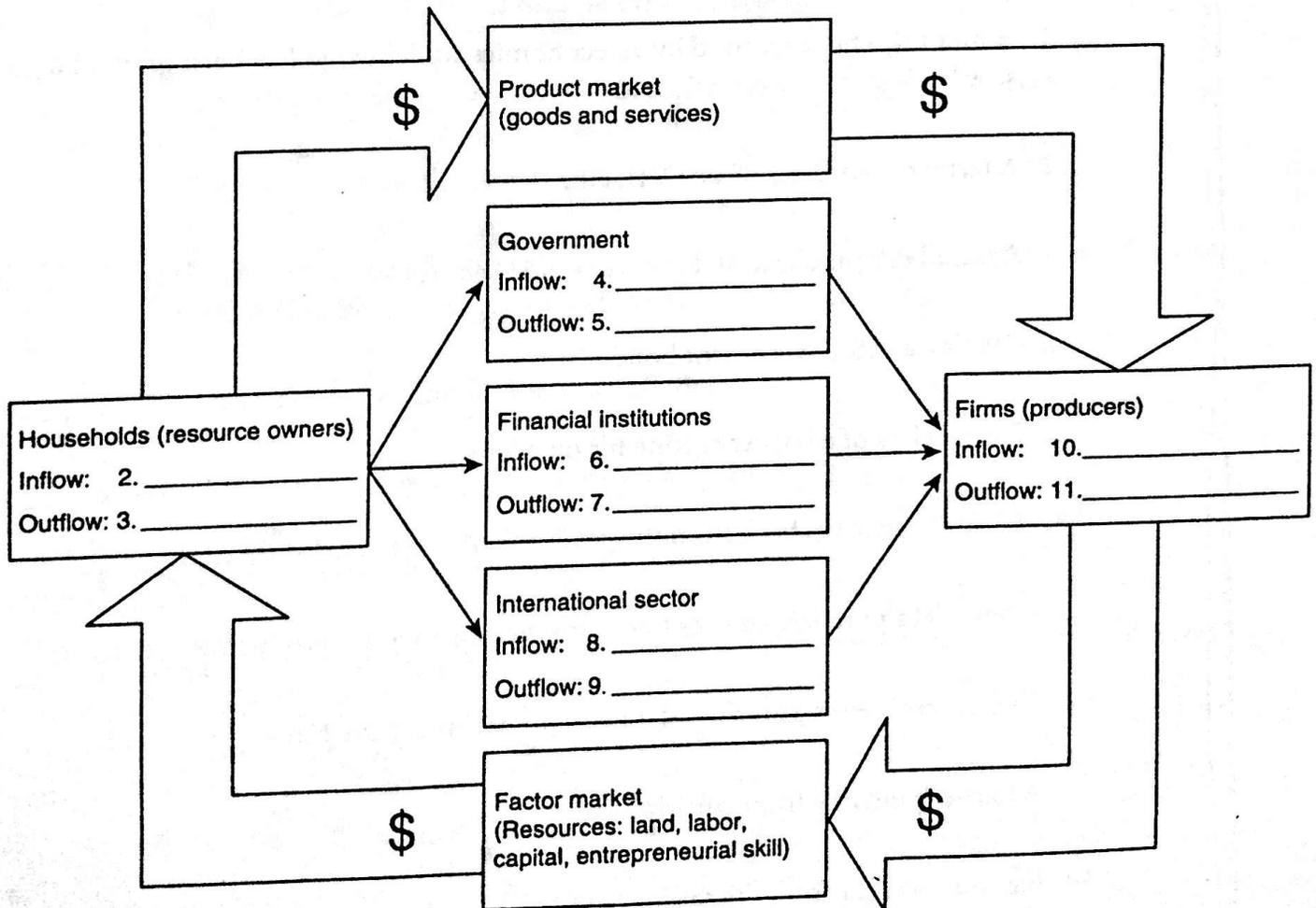
- | | | |
|----------------------|---|---|
| Expenditure approach | Exports | Payments for goods and services |
| Income approach | Government spending | Income (rent/wages/interest/profit) |
| Taxes | Imports | Revenue from selling goods and services |
| Saving | Payments for resources (rent/wages/interest/profit) | |
| Investment | | |



Figure 2-1.1

The Circular Flow of Resources, Goods, Services, and Money Payments

Measuring GDP using this flow is the 1. _____



Measuring GDP using this flow is the 12. _____